

DHS-021 Amendment to the Iowa Plan for Behavioral Health Contract

This 21st Amendment to Contract Number MED-09-020 is effective July 1, 2013, between the Iowa Department of Human Services (DHS), the Iowa Department of Public Health (DPH), and Magellan Behavioral Care of Iowa, Inc. (Contractor).

Section 1: Background. During 2012 and 2013 DHS began considering the manner in which Habilitation Services could be better coordinated with all other Iowa Plan services currently in place. Because of this, DHS and Contractor have agreed to add these services to the Iowa Plan coverage as described in this amendment. In addition, DHS believes that targeted case management can be best served at this point by removing this state plan service from the capitated contract and developing an alternative method of payment for those services.

Section 2. Amendment to the Contract. Section 4A.3.1 of RFP MED-09-010, which is incorporated into the Contract by reference, is hereby amended by adding the following subsections to the Section:

4A.3.1.7 Definition of Services.

The Contractor shall provide Habilitation Services to Iowa Plan enrollees.

- a. The Contractor shall require a comprehensive assessment of all behavioral health services that an individual may need, not only Habilitation Services, and shall ensure that these services fall within a comprehensive treatment plan individualized to meet the member's mental health needs.
- b. The Contractor shall ensure coordination with child welfare services to meet children's mental health needs.

4A.3.1.8 Utilization Management Guidelines and Authorization of Services

- a. The Contractor shall develop and obtain Department approval, on an annual basis or as otherwise directed by the Department, Utilization Management Guidelines consistent with other Iowa Plan Utilization Management Guidelines.
- b. The Contractor shall model its authorization for Habilitation Services after the authorization model it currently has in place for the Iowa Plan.
- c. The Contractor shall require a child's parent or caregiver participate in the development of the individual treatment plan when the individual resides in the community.
- d. The Contractor shall pay contracted providers in the network at the rate in effect under the Medicaid program and shall develop and implement a fee schedule methodology to be effective no later than July 1, 2014.

Section 3. Amendment to the Contract. Section 4A.3.1 of RFP MED-09-010, which is incorporated into the Contract by reference, is hereby amended by removing from the bulleted list of covered services the bullet point that includes the following text:

"Targeted Case Management services to Enrollees with chronic mental illness."

Section 4. Amendment to the Contract. Section 4A.3.1 of RFP MED-09-010, which is incorporated into the Contract by reference, is hereby amended by adding to the bulleted list of covered services a new bullet point at the end that includes the following text:


"Habilitation Services"

Section 5. Amendment to the Contract. Section 2.1(3)(a) of the Contract, entitled *Capitation Payment for Medicaid Enrollees*, is hereby amended by adding the following at the end of this section:

Payment for inclusion of Habilitation Services in the Contract Scope of Work, added pursuant to Amendment 21, will be made through a capitation payment meeting all federal guidelines and requirements.

Section 6. Ratification, Authorization & Contingency. Except as expressly amended and supplemented herein, the Contract shall remain in full force and effect, and the parties hereby ratify and confirm the terms and conditions thereof. Each party to this Amendment represents and warrants to the other that it has the right, power, and authority to enter into and perform its obligations under this Amendment, and it has taken all requisite actions (corporate, statutory, or otherwise) to approve execution, delivery and performance of this Amendment, and this Amendment constitutes a legal, valid and binding obligation upon itself in accordance with its terms. This amendment is subject to and contingent upon CMS approval.

Section 7. Execution. IN WITNESS WHEREOF, in consideration of the mutual covenants set forth above and for other good and valuable consideration, the receipt, adequacy and legal sufficiency of which are hereby acknowledged, the parties have entered into the above Amendment and have caused their duly authorized representatives to execute this Amendment.

Iowa Department of Human Services	
Signature: 	
Printed Name: Charles M. Palmer	
Title: Director	Date: 7-25-13

Iowa Department of Public Health	
Signature: <i>Kathy Stone</i>	
Printed Name: Kathy Stone	
Title: Director Division of Behavioral Health	Date: 7/30/13

Contractor, Magellan Behavioral Care of Iowa, Inc.	
Signature: <i>Anne M McCabe</i>	
Printed Name: Anne M. McCabe	
Title: President	Date: 7/15/13